

106TH CONGRESS
1ST SESSION

S. 1230

To amend the Internal Revenue Code of 1986 to encourage the production and use of clean-fuel vehicles, and for other purposes.

IN THE SENATE OF THE UNITED STATES

JUNE 16, 1999

Mrs. BOXER introduced the following bill; which was read twice and referred to the Committee on Finance

A BILL

To amend the Internal Revenue Code of 1986 to encourage the production and use of clean-fuel vehicles, and for other purposes.

1 *Be it enacted by the Senate and House of Representa-*
2 *tives of the United States of America in Congress assembled,*

3 **SECTION 1. SHORT TITLE; AMENDMENT OF 1986 CODE.**

4 (a) SHORT TITLE.—This Act may be cited as the
5 “Electric Vehicle Consumer Incentive Tax Act of 1999”.

6 (b) REFERENCE TO 1986 CODE.—Except as other-
7 wise expressly provided, whenever in this Act an amend-
8 ment or repeal is expressed in terms of an amendment
9 to, or repeal of, a section or other provision, the reference

1 shall be considered to be made to a section or other provi-
 2 sion of the Internal Revenue Code of 1986.

3 **SEC. 2. GOVERNMENTAL USE RESTRICTION MODIFIED FOR**
 4 **ELECTRIC VEHICLES.**

5 (a) IN GENERAL.—Paragraph (3) of section 30(d)
 6 (relating to special rules) is amended by inserting “(with-
 7 out regard to paragraph (4)(A)(i) thereof)” after “section
 8 50(b)”.

9 (b) CONFORMING AMENDMENT.—Paragraph (5) of
 10 section 179A(e) (relating to other definitions and special
 11 rules) is amended by inserting “(without regard to para-
 12 graph (4)(A)(i) thereof in the case of a qualified electric
 13 vehicle described in subclause (I) or (II) of subsection
 14 (b)(1)(A)(iii) of this section)” after “section 50(b)”.

15 (c) EFFECTIVE DATE.—The amendments made by
 16 this section shall apply to property placed in service on
 17 or after the date of enactment of this Act.

18 **SEC. 3. LARGE ELECTRIC TRUCKS, VANS, AND BUSES ELIGI-**
 19 **BLE FOR DEDUCTION FOR CLEAN-FUEL VEHI-**
 20 **CLES.**

21 (a) IN GENERAL.—Paragraph (3) of section 179A(c)
 22 (defining qualified clean-fuel vehicle property) is amended
 23 by inserting “, other than any vehicle described in sub-
 24 clause (I) or (II) of subsection (b)(1)(A)(iii)” after “sec-
 25 tion 30(c))”.

1 (b) DENIAL OF CREDIT.—Subsection (c) of section
 2 30 (relating to credit for qualified electric vehicles) is
 3 amended by adding at the end the following new para-
 4 graph:

5 “(3) DENIAL OF CREDIT FOR VEHICLES FOR
 6 WHICH DEDUCTION ALLOWABLE.—The term ‘quali-
 7 fied electric vehicle’ shall not include any vehicle de-
 8 scribed in subclause (I) or (II) of section
 9 179A(b)(1)(A)(iii).”

10 (c) EFFECTIVE DATE.—The amendments made by
 11 this section shall apply to property placed in service on
 12 or after the date of enactment of this Act.

13 **SEC. 4. ELECTRIC VEHICLE CREDIT AMOUNT AND APPLICA-**
 14 **TION AGAINST ALTERNATIVE MINIMUM TAX.**

15 (a) IN GENERAL.—Subsection (a) of section 30 (re-
 16 lating to credit for qualified electric vehicles) is amended
 17 by striking “10 percent of”.

18 (b) APPLICATION AGAINST ALTERNATIVE MINIMUM
 19 TAX.—Section 30(b) (relating to limitations) is amended
 20 by striking paragraph (3).

21 (c) EFFECTIVE DATE.—The amendments made by
 22 this section shall apply to taxable years beginning after
 23 December 31, 1998.

1 **SEC. 5. EXTENSION OF CREDIT FOR QUALIFIED ELECTRIC**
2 **VEHICLES.**

3 (a) IN GENERAL.—Section 30(e) (relating to the ter-
4 mination of the credit) is amended by striking “December
5 31, 2004” and inserting “December 31, 2008”.

6 (b) CONFORMING AMENDMENT.—Section 30(b)(2)
7 (relating to the phaseout of the credit) is amended by
8 striking “December 31, 2001” and inserting “December
9 31, 2005” and by striking “2002”, “2003”, and “2004”
10 and inserting “2006”, “2007”, and “2008”, respectively.

11 (c) EFFECTIVE DATE.—The amendments made by
12 this section shall take effect on the date of the enactment
13 of this Act.

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